

ROYAL JERSEY AGRICULTURAL & HORTICULTURAL SOCIETY
CONSOLIDATED FINANCIAL STATEMENTS
AT 31 DECEMBER 2018

ROYAL JERSEY AGRICULTURAL & HORTICULTURAL SOCIETY

PRESIDENT

R Perchard

VICE-PRESIDENTS

P M Houze (Agricultural Department)
G de Gruchy (Horticultural Department)

TREASURERS

S V Le Feuvre (Agricultural Department)
A Le Troquer (Horticultural Department)

ADDITIONAL COUNCIL MEMBERS

P Williams
Dr D Pope
D Leng

BUSINESS ADDRESS

La Route de la Trinité
Trinity
Jersey, JE3 5JP

AUDITOR

Alex Picot
Chartered Accountants
95/97 Halkett Place
St Helier
Jersey, JE1 1BX

ROYAL JERSEY AGRICULTURAL & HORTICULTURAL SOCIETY
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FOR THE YEAR ENDED 31 DECEMBER 2018

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ROYAL JERSEY AGRICULTURAL & HORTICULTURAL SOCIETY

REPORT OF THE COUNCIL

The Council presents its report and the consolidated financial statements for the year ended 31 December 2018.

ESTABLISHED

The Society was established in 1833 in Jersey, Channel Islands.

PRINCIPAL ACTIVITIES

The Society's principal activities during the year were conducted through its two departments and subsidiary undertakings Jersey Island Genetics Limited and RJA&HS Holdings Limited. The Agricultural Department stages agricultural shows, provides a range of services to support the modern dairy industry and is primarily responsible for the management of the Jersey breed in the Island. The Horticultural Department is primarily concerned with the promotion of horticulture through talks, shows, garden competitions and general advice. Jersey Island Genetics Limited's principal activities are the provision of artificial insemination services, the exporting of bovine genetics and dairy industry services. RJA&HS Holdings Limited's principal activity is the holding of investments.

RESULTS FOR THE YEAR

The results for the year are set out on page 4.

COUNCIL

The Council members who held office during the year (or on appointment if later) were:

R Perchard
G de Gruchy
P M Houze
S V Le Feuvre
A Le Troquer
P Williams
Dr D Pope
D Leng

COUNCIL'S RESPONSIBILITIES

The Constitution and Fundamental Rules of the Society require the Council to prepare financial statements for each financial year, in accordance with generally accepted accounting principles, which give a true and fair view of the state of affairs and of the profit or loss of the Society for the year. In preparing these financial statements, the Council is required to:

- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Society will continue in business.

The Council is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Society. It is also responsible for safeguarding the assets of the Society and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Council must, in determining how amounts are presented within items in the profit and loss account and balance sheet, have regard to the substance of the reported transaction or arrangement, in accordance with generally accepted accounting principles or practice.

AUDITOR

The auditors, Alex Picot, have indicated their willingness to continue in office.

La Route de la Trinité
Trinity
Jersey JE3 5JP

21/03 2019

BY ORDER OF THE COUNCIL


SECRETARY



Alex Picot
chartered accountants

95-97 Halkett Place
St. Helier, Jersey
Channel Islands JE1 1BX

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE ROYAL JERSEY AGRICULTURAL & HORTICULTURAL SOCIETY

Opinion

We have audited the financial statements of The Royal Jersey Agricultural & Horticultural Society (the "parent entity") and its subsidiary for the year ended 31 December 2018 on pages 4 to 15. The financial reporting framework that has been applied in their preparation are the accounting policies set out therein.

In our opinion, the financial statements:

- give a true and fair view of the state of the group's and the parent entity's affairs as at 31 December 2018 and of its deficit for the year then ended;
- have been properly prepared in accordance with applicable Law.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)). Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Society in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- The entity's use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- The Council have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the entity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The Council is responsible for the other information. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.



Alex Picot
chartered accountants

95-97 Halkett Place
St. Helier, Jersey
Channel Islands JE1 1BX

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
THE ROYAL JERSEY AGRICULTURAL & HORTICULTURAL SOCIETY
(CONTINUED)**

Responsibilities of Council

As explained more fully in the Council's Responsibilities Statement set out on page 1, the Council is responsible for the preparation of the financial statements in accordance with the accounting policies of the entity, and for such internal control as the Council determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Council is responsible for assessing the entity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Council either intend to liquidate the entity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

This report is made solely to the entity's Council, as a body, in accordance with our engagement letter. Our audit work has been undertaken so that we might state to the entity's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the entity's members as a body, for our audit work, for this report, or for the opinions we have formed.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

29 March 2019

Alex Picot

Chartered Accountants

ROYAL JERSEY AGRICULTURAL & HORTICULTURAL SOCIETY

CONSOLIDATED PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2018

	Note	2018 £	£	2017 £	£
INVESTMENT INCOME					
Investment income		9,748		9,837	
Interest receivable		3		2	
Realised gains and losses on disposal of investments		-		415,584	
Unrealised gains and losses on revaluation of investments		(78,595)		(346,828)	
			(68,844)		78,595
TRADING INCOME					
Sales		855,350		542,012	
Less: Cost of sales		(803,607)		(505,079)	
			51,743		36,933
OPERATING INCOME					
Subscriptions		11,363		10,856	
Herd book		26,027		28,328	
Shows		22,374		24,787	
Public relations		3,477		1,491	
Estate		228,228		210,283	
Other		543		3,629	
		292,012		279,374	
OPERATING EXPENSES					
Herd book		21,477		20,299	
Shows		39,688		41,156	
Jersey Herd Book 150 th Anniversary		-		743	
Breed improvement		720		2,931	
Public relations		4,550		1,453	
Estate		117,086		110,784	
		183,521		177,366	
NET OPERATING INCOME					
			108,491		102,008
OVERHEADS					
General		102,803		95,072	
Employment		153,274		122,412	
Finance interest charges		7,441		9,282	
Depreciation	4	52,774		41,904	
Profit on disposal of fixed assets		-		(15,000)	
			(316,292)		(253,670)
TOTAL DEFICIT FOR THE YEAR					
	3		£(224,902)		£(36,134)

The Society has not made any acquisitions or discontinued any operations during either 2018 or 2017. Income derives entirely from continuing operations.

The notes on pages 10 to 15 form part of these financial statements.
Independent auditor's report – pages 2 and 3.

ROYAL JERSEY AGRICULTURAL & HORTICULTURAL SOCIETY


CONSOLIDATED BALANCE SHEET AT 31 DECEMBER 2018

	Note	2018		2017	
		£	£	£	£
FIXED ASSETS					
Tangible assets	4		3,222,805		3,132,447
Investments	5		1,177,343		1,249,908
			<u>4,400,148</u>		<u>4,382,355</u>
CURRENT ASSETS					
Stock	7	23,832		23,509	
Debtors and prepayments	8	91,690		92,982	
Cash at bank	9	32,212		208,672	
			<u>147,734</u>		<u>325,163</u>
CREDITORS: Amounts falling due within one year	10		<u>274,947</u>		<u>184,523</u>
NET CURRENT (LIABILITIES)/ASSETS			<u>(127,213)</u>		<u>140,640</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>4,272,935</u>		<u>4,522,995</u>
CREDITORS: Amounts falling due after more than one year	11		<u>70,950</u>		<u>96,108</u>
			<u>£4,201,985</u>		<u>£4,426,887</u>
CAPITAL AND RESERVES					
Reserves	12		<u>4,201,985</u>		<u>4,426,887</u>
			<u>£4,201,985</u>		<u>£4,426,887</u>

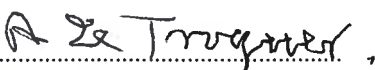
The financial statements were approved by the Officers on 21/03 2019 and signed on its behalf by:



 President



 Treasurer – Agricultural Department



 Treasurer – Horticultural Department

The notes on pages 10 to 15 form part of these financial statements.
 Independent auditor's report – pages 2 and 3.

ROYAL JERSEY AGRICULTURAL & HORTICULTURAL SOCIETY

CONSOLIDATED CASH FLOW STATEMENT

FOR THE YEAR ENDED 31 DECEMBER 2018

	2018	2017
	£	£
CASH FLOWS FROM OPERATING ACTIVITIES		
Net deficit for the year	(224,902)	(36,134)
Adjustments for:		
Realised gains and losses on disposal of investments	-	(415,584)
Unrealised gains and losses on revaluation of investments	78,595	346,828
Investment income	(9,751)	(9,839)
Depreciation	52,774	41,904
Profit on disposal of fixed assets	-	(15,000)
	<u>(103,284)</u>	<u>(87,825)</u>
Movements in working capital:		
(Increase)/decrease in stocks	(323)	10,683
Decrease/(increase) in debtors	1,292	(19,678)
Increase in creditors	<u>88,567</u>	<u>84,962</u>
CASH USED BY OPERATIONS	<u>(13,748)</u>	<u>(11,858)</u>
Interest received	3	2
Dividends received	<u>9,748</u>	<u>9,837</u>
CASH USED BY OPERATING ACTIVITIES	<u>(3,997)</u>	<u>(2,019)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of tangible fixed assets	(143,132)	(600,398)
Proceeds from sale of fixed assets	-	15,000
Purchase of investments	<u>(6,030)</u>	<u>(6,121)</u>
NET CASH USED BY INVESTING ACTIVITIES	<u>(149,162)</u>	<u>(591,519)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Net loans (repaid)/received during the period	<u>(23,317)</u>	<u>(26,476)</u>
NET CASH USED IN FINANCE ACTIVITIES	<u>(23,317)</u>	<u>(26,476)</u>
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	<u>(176,476)</u>	<u>(620,014)</u>
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	<u>208,672</u>	<u>828,686</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	<u>£32,196</u>	<u>£208,672</u>
Cash at bank	32,212	208,672
Bank overdraft	(16)	-
Cash at bank	<u>£32,196</u>	<u>£208,672</u>

The notes on pages 10 to 15 form part of these financial statements.
Independent auditor's report – pages 2 and 3.

ROYAL JERSEY AGRICULTURAL & HORTICULTURAL SOCIETY
AGRICULTURAL DEPARTMENT - INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2018

	Note	2018	2017	
		£	£	£
OPERATING INCOME				
Subscriptions		5,681	5,428	
Herd book		34,519	28,328	
Shows		10,967	14,473	
Public relations		3,493	1,465	
Estate		208,415	192,305	
Other		-	22	
		263,075	242,021	
OPERATING EXPENSES				
Herd book		21,477	20,299	
Shows		30,782	33,324	
Jersey Herd Book 150 th Anniversary		-	743	
Public relations		4,515	1,441	
Estate		112,888	107,192	
		169,662	162,999	
NET OPERATING INCOME			93,413	79,022
OVERHEADS				
General		86,844	82,788	
Employment		127,682	98,652	
Depreciation		33,017	18,500	
Profit on disposal of fixed assets		-	(15,000)	
		247,543	184,940	
Less: Investment income		(9,697)	(5,709)	
			(237,846)	(179,231)
NET DEFICIT FOR THE YEAR			£(144,433)	£(100,209)

The above deficit was previously funded by cash surpluses arising in RJA&HS Holdings Limited, generated by investment income and investment realisations. In 2017 the company transferred its investments to the Agricultural department and then the company was dissolved on the 14 November 2017. In the year this company was dissolved it paid a dividend to the Agricultural department of £816,740.

ROYAL JERSEY AGRICULTURAL & HORTICULTURAL SOCIETY

JERSEY ISLAND GENETICS LIMITED – PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2018

	Note	2018 £	£	2017 £	£
TURNOVER					
AI Services		21,065		20,572	
Genetics		598,807		279,327	
Herd Data Recording		54,879		53,729	
Dairy Industry Services		172,000		179,820	
Cattle Health Scheme		8,599		8,564	
			855,350		542,012
COST OF SALES					
AI Services		10,839		16,165	
Genetics		567,377		249,430	
Herd Data Recording		45,503		41,730	
Dairy Industry Services		182,547		186,608	
Cattle Health Scheme		11,279		13,514	
			817,545		507,447
GROSS PROFIT					
			37,805		34,565
OTHER INCOME					
Interest receivable		-		1	
Sundry income		543		1,057	
			543		1,058
NET OPERATING INCOME					
			38,348		35,623
EXPENSES					
Overheads		31,280		35,963	
Breed Improvement		720		2,931	
Finance interest charges		7,441		9,282	
			39,441		48,176
TOTAL LOSS FOR THE YEAR					
			£(1,093)		£(12,553)

The notes on pages 10 to 15 form part of these financial statements.
Independent auditor's report – pages 2 and 3.

ROYAL JERSEY AGRICULTURAL & HORTICULTURAL SOCIETY
HORTICULTURAL DEPARTMENT - INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2018

	2018		2017	
	£	£	£	£
OPERATING INCOME				
Subscriptions	5,681		5,428	
Shows	11,408		10,314	
Public relations	75		26	
Estate	26,863		23,078	
Other	-		6,509	
	44,027		45,355	
OPERATING EXPENSES				
Shows	8,906		7,832	
Public relations	35		12	
Estate	4,198		3,592	
	13,139		11,436	
NET OPERATING INCOME		30,888		33,919
OVERHEADS				
General	4,366		3,491	
Employment	25,592		23,760	
Depreciation	1,765		2,299	
Profit/(loss) on disposal of fixed assets	(5,475)		-	
	26,248		29,550	
Less: Investment income	(54)		(43)	
		(26,194)		(29,507)
NET SURPLUS FOR THE YEAR		£4,694		£4,412

The notes on pages 10 to 15 form part of these financial statements.
Independent auditor's report – pages 2 and 3.

ROYAL JERSEY AGRICULTURAL & HORTICULTURAL SOCIETY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2018

1. GENERAL INFORMATION

Royal Jersey Agricultural and Horticultural Society is a society established in Jersey. The Society's principal place of business is La Route de la Trinite, Trinity, Jersey, JE3 5JP.

The principal activity of the Society during the year were conducted through its two departments and subsidiary undertakings Jersey Island Genetics Limited and RJ&HS Holdings Limited. The Agricultural Department stages agricultural shows and provides a range of services to support the modern dairy industry and is primarily responsible for the management of the Jersey Breed in the Island. The Horticultural department is primarily concerned with the promotion of horticulture through talks, shows, garden competitions and general advice.

2. ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all of the years presented, unless otherwise stated.

2.1 Basis of accounting

The financial statements have been prepared under the historical cost convention.

2.2 Income

Income, with the exception of bank interest, is accounted for when it is due to the Group. Bank interest is accounted for when it is received by the Group.

2.3 Depreciation

Depreciation is provided using the following rates and bases to reduce by annual instalments the cost of the tangible assets over their estimated useful lives:-

Furniture, Fittings & Equipment	-	straight line over 3 to 15 years
Vehicle, IT Equipment & AI Cans	-	straight line over 5 years
Marquee & Country Gardens	-	straight line over 5 years

No depreciation is charged on Works of Art as in the opinion of the Officers any depreciation would not be of any material amount. No depreciation has been provided on Freehold Property as, in the opinion of the Officers, the remaining useful life of the property has been estimated to be greater than 50 years.

2.4 Investments

Unquoted investments are stated at cost. Quoted investments are valued at the mid-market price at the balance sheet date, the unrealised appreciation or depreciation is taken to the profit and loss account.

2.5 Stock

Stock is valued at the lower of cost and net realisable value.

2.6 Pension scheme premiums

The Society contributes either 10% or 15% of the salaries of eligible employees into a pension scheme operated by Zurich Assurance and Norwich Union. These contributions are invested separately from the Society's assets.

Contributions in respect of the Society's defined contribution scheme and defined benefit scheme are charged to the income and expenditure account in the year in which they are paid.

Any surplus or deficit in the defined benefit scheme, being the difference between the value of the plan assets and the present value of the plan liabilities, is not recognised in the balance sheet as an asset or a liability. The Officers consider that any surplus or deficit on the scheme is not material and does not require a provision.

Independent auditor's report – pages 2 and 3.

ROYAL JERSEY AGRICULTURAL & HORTICULTURAL SOCIETY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2018

2.6 Pension scheme premiums (continued)

The cost to the Society of the pension contributions for the year amounted to £29,245 (2017 - £23,510). Contributions outstanding as at the balance sheet date amounted to £nil (2017 - £nil).

2.7 Financial Instruments

(a) Financial assets

Basic financial assets, including trade and other receivables and cash and bank balances, are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at the market rate of interest. Such assets are subsequently stated at amortised cost using the effective interest method.

(b) Financial liabilities

Basic financial liabilities including trade and other payables and bank loans are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future receipts discounted at a market rate of interest. Debt instruments are subsequently carried at amortised cost using the effective interest method.

(c) Impairment

At the end of each reporting period financial assets measured at amortised cost are assessed for objective evidence of impairment. If an asset is impaired the impairment loss is the difference between the carrying value and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in profit or loss. If there is a decrease in the impairment loss arising from an event occurring after the impairment was recognised the impairment is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been had the impairment not previously been recognised. The impairment reversal is recognised in profit or loss.

2.8 Foreign exchange

Foreign currency transactions are translated into the functional currency using the rate of exchange on the date of the transaction.

At each period end foreign currency monetary items are translated at the closing rate. Non-monetary items measured at historic cost are translated at the exchange rate on the date of the transaction and non-monetary items measured at fair value are measured using the exchange rate when fair value was determined.

2.9 Leasing and hire purchase

Assets acquired under finance leases or hire purchase contracts are depreciated on rates and bases as shown in note 2.4.

Finance charges and interest are taken to the profit and loss account on a straight line basis over the term of the lease.

2.10 Consolidation

The consolidated financial statements include those of The Royal Jersey Agricultural & Horticultural Society and all its subsidiary undertakings which are listed in note 6. The financial statements of the subsidiaries are made up to 31 December 2018.

3. NET DEFICIT FOR THE YEAR

	2018	2017
	£	£
Net deficit for the year has been arrived at after charging:		
Depreciation of fixed assets	52,774	41,904
Auditor's remuneration	10,110	8,698
	<hr/>	<hr/>

Independent auditor's report – pages 2 and 3.

ROYAL JERSEY AGRICULTURAL & HORTICULTURAL SOCIETY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED 31 DECEMBER 2018

4. TANGIBLE ASSETS

	Freehold Property	Furniture, Fittings & Equipment	Vehicle, IT Equipment & AI Cans	Country Gardens	Works of Art	Total
	£	£	£	£	£	£
Cost						
At 1 January 2018	2,775,438	489,788	52,672	39,948	134,893	3,492,739
Additions	43,343	99,689	-	-	100	143,132
Disposals	-	(32,185)	-	-	-	(32,185)
At 31 December 2018	2,818,781	557,292	52,672	39,948	134,993	3,603,686
Depreciation						
At 1 January 2018	-	281,448	45,893	32,951	-	360,292
Charge for the year	-	49,249	1,776	1,749	-	52,774
Disposals	-	(32,185)	-	-	-	(32,185)
At 31 December 2018	-	298,512	47,669	34,700	-	380,881
Net book value						
At 31 December 2018	£2,818,781	£258,780	£5,003	£5,248	£134,993	£3,222,805
At 31 December 2017	£2,775,438	£208,340	£6,779	£6,997	£134,893	£3,132,447

Included in Tangible Assets are assets held under finance lease contracts as follows:

Net book value:	2018	2017
	£	£
AI Equipment	£110,704	£123,670
Analysis of Freehold Property:		
	2018	2017
	£	£
Freehold property is stated at valuation plus subsequent cost:		
Trinity Fields 828/848 at valuation - 1994	45,000	45,000
Trinity Fields 849/851 at cost - 2010	41,370	41,370
Subsequent cost	2,703,144	2,659,801
(a)	2,789,514	2,746,171
La Loge Pernelle, La Route de St Jean, St Lawrence		
Cost of improvements	29,267	29,267
(b)	£2,818,781	£2,775,438

(a) The income derived from property situated on Trinity Fields 828, 848, 849 and 851 is for the benefit of the Agricultural department.

(b) The freehold property and land, La Loge Pernelle, La Route de St Jean, St Lawrence, was bequeathed to the Horticultural department by FJ Ahier. The income derived from the property is for the benefit of the Horticultural department.

Revaluation of Works of Arts

In September 2010 the Works of Art owned by the Agricultural Department were revalued by Peter Le Rossignol for insurance purposes. The historical cost of the Works of Art revalued was £29,786.

Independent auditor's report – pages 2 and 3.

ROYAL JERSEY AGRICULTURAL & HORTICULTURAL SOCIETY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2018

5. INVESTMENTS

	2018 £	2017 £
Quoted at market value:		
Market value at 1 January	1,249,908	1,175,030
Unrealised appreciation	(8,443)	(338,385)
	1,258,351	836,645
Cost at 1 January	1,258,351	836,645
Net additions, at cost	6,030	421,706
	1,264,381	1,258,351
Cost at 31 December	1,264,381	1,258,351
Unrealised depreciation	(87,038)	(8,443)
	£1,177,343	£1,249,908
Market value at 31 December	£1,177,343	£1,249,908

6. INVESTMENT IN SUBSIDIARY UNDERTAKINGS

	Shares in Subsidiary Undertakings £	Loans to Subsidiary Undertakings £	Total £
Cost			
At 1 January 2018			
And 31 December 2018	£2	£-	£2
	£2	£-	£2

Subsidiary undertakings held during the year were:	Country of Incorporation	% of ordinary shares held	Nature of Business
Jersey Island Genetics Limited	Jersey	100%	Provision of artificial insemination services, the exporting of bovine genetics and dairy industry services.

7. STOCK

	2018 £	2017 £
General	23,832	15,736
Semen straws	-	7,773
	£23,832	£23,509
	£23,832	£23,509

ROYAL JERSEY AGRICULTURAL & HORTICULTURAL SOCIETY
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FOR THE YEAR ENDED 31 DECEMBER 2018

8. DEBTORS AND PREPAYMENTS

	2018	2017
	£	£
Debtors	79,655	81,122
Prepayments	12,035	11,860
	<u>£91,690</u>	<u>£92,982</u>

9. CASH AT BANK AND IN HAND

	2018	2017
	£	£
Cash at bank	31,793	208,538
Cash in hand	419	134
	<u>£32,212</u>	<u>£208,672</u>

10. CREDITORS: Amounts falling due within one year

	2018	2017
	£	£
Creditors and accruals	239,618	144,613
Rent and fees in advance	10,155	16,593
Bank overdraft	16	-
Obligations due under finance leases and hire purchase contracts	25,158	23,317
	<u>£274,947</u>	<u>£184,523</u>

The loan was unsecured, interest free and was repaid on 19 July 2017.

11. CREDITORS: Amounts falling due after more than one year

	2018	2017
	£	£
Obligations due under finance leases and hire purchase contracts	<u>£70,950</u>	<u>£96,108</u>

ROYAL JERSEY AGRICULTURAL & HORTICULTURAL SOCIETY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED 31 DECEMBER 2018

12. RESERVES

	Investment Revaluation Reserve	Works of Art Revaluation Reserve	Income & Expenditure Account	Total
	£	£	£	£
Balance at 1 January 2018	(8,443)	91,592	4,343,738	4,426,887
Retained deficit for the year	-	-	(146,307)	(146,307)
Unrealised loss on revaluation of investments	(78,595)	-	-	(78,595)
Balance at 31 December 2018	<u>£(87,038)</u>	<u>£91,592</u>	<u>£4,197,431</u>	<u>£4,201,985</u>

13. CHARITABLE STATUS

The Comptroller of Income Tax has granted the Society exemption from Jersey Income Tax.

14. JERSEY OVERSEAS AID GRANTS

During the year the Society received two (2017: two) grants from Jersey Overseas Aid to undertake work in Rwanda and Malawi in respect of breeding the Jersey cows and helping local dairy farmers achieve a better quality and quantity of milk.

In respect of the project in Rwanda the grant received for year 2 of this project in 2018 was £460,614 (2017: £538,958) of which at the year end the balance yet to be spent was £67,981 (2017: £20,461). The amount of £67,981 is included within creditors in the year end accounts as grant income deferred to 2019.

In respect of the project in Malawi the grant received for year 2 of this project in 2018 was £390,683 (2017: £56,500) of which at the year end the balance yet to be spent was £64,413 (2017: £3,483 overspent). This balance of £64,413 is included within creditors in the year end accounts as grant income deferred to 2019.